

City of Riley

Computation to Determine Limit for 2019

	Amount of Levy
1. Total tax levy amount in 2018 budget	+ \$ 243,256
2. Library levy in 2018 budget	- \$ 18,246
Other tax entity levy in 2018 budget	- \$
3. Net tax levy	\$ 225,010

2019 Budget Percentage Adjustments

4. New improvements for 2018 :	+ 134,009	
5. Increase in personal property for 2018 :		
5a. Personal property 2018	+ 58,141	
5b. Personal property 2017	- 63,360	
5c. Increase in personal property (5a minus 5b)	+ 0	
	(Use Only if > 0)	
6. Valuation of annexed territory for 2018 :		
6a. Real estate	+ 0	
6b. State assessed	+ 0	
6c. New improvements	+ 0	
6d. Total adjustment (sum of 6a, 6b, and 6c)	+ 0	
7. Valuation of property that has changed in use during 2018 :	+ 9,043	
8. Expiration of property tax abatements	+ 0	
9. Expiration of TIF, Rural Housing, and NR Districts (Incremental assessed value over base)	+	
10. Total valuation adjustment (sum of 4, 5c, 6d, 7, 8 & 9)	143,052	
11. Total estimated valuation July 1, 2018	6,162,590	
12. Percentage adjustment factor - Line 10 / (Line 11 - Line 10))	0.0238	
13. Percentage adjustment increase (12 times 3)	+ \$ 5,347	
14. Consumer Price Index for all urban consumers for calendar year 2017 (5 year average)	1.40%	
15. Consumer Price Index adjustment (Line 3 times Line 14)	\$ 3,150	
16. Total Percentage Adjustments	\$ 8,497	

2019 Revenue Adjustments

17. Property tax revenues for debt service in 2019 budget:		+	<u>36,978</u>	
Property tax revenues for debt service in 2018 budget:		-	<u>11,787</u>	
Increase property tax revenues spent on debt service			<u>25,191</u>	
18. Property tax revenues spent for public building commission and lease payments in the 2019 budget:		+	<u> </u>	
(Obligations must have been incurred prior to July 1, 2016)				
(Do not include amounts already reported in debt service levy)				
Property tax revenues spent for public building commission and lease payments in the 2018 budget:		-	<u> </u>	
Increase property tax revenues spent on public building commission and lease payments			<u>0</u>	
19. Property tax revenues spent on special assessments in the 2019 budget:		+	<u> </u>	
(Do not include amounts already reported in debt service levy)				
20. Property tax revenues spent on court judgments or settlements and associated legal costs in the 2019 bud:		+	<u> </u>	
21. Property tax revenues spent on Federal or State mandates (effective after June 30, 2015)				
and loss of funding from Federal sources after January 1, 2017 in the 2019 budget:		+	<u> </u>	
22. Property tax revenues spent on expenses realted to disaster or Federal Emergency in the 2019 budget:		+	<u> </u>	
23. Law enforcement expenses - 2019 budget:		+	<u> </u>	
Law enforcement expenses - 2018 budget:		-	<u> </u>	
CPI adjustment	1.40%		<u>0</u>	
Increased law enforcement expenses in 2019 budget:		+	<u>0</u>	
(Do not include building construction or remodeling costs)				
24. Fire protection expenses - 2019 budget:		+	<u>34,000</u>	
Fire protection expenses - 2018 budget:		-	<u>21,000</u>	
CPI adjustment	1.40%		<u>294</u>	
Increased fire protection expense in 2019 budget:		+	<u>12,706</u>	
(Do not include building construction or remodeling costs)				
25. Emergency medical expenses - 2019 budget:		+	<u> </u>	
Emergency medical expenses - 2018 budget:		-	<u> </u>	
CPI adjustment	1.40%		<u>0</u>	
Increased emergency medical expenses in 2019 budget:		+	<u>0</u>	
(Do not include building construction or remodeling costs)				
26. Total Revenue Adjustments			<u>37,897</u>	

City of Riley

2019

Levies on Behalf of Another Political or Governmental Subdivision

27. Library levy - 2019 budget:	+	<u>19,080</u>
Other tax entity levy - 2019 budget:	+	<u> </u>
Other tax entity levy - 2019 budget:	+	<u> </u>
28. Total Levies on Behalf of Another Political or Governmental Subdivision	+	<u>19,080</u>
29. Total Computed Tax Levy		<u>290,484</u>

Other Tests - Property Tax Decline

Note - In order to use the test, there must be a decline in tax revenues in at least one of the years listed below.

2015 Tax Levy (Less Levy for other Governmental Units)	
2016 Tax Levy (Less Levy for other Governmental Units)	None
2017 Tax Levy (Less Levy for other Governmental Units)	None
2018 Tax Levy (Less Levy for other Governmental Units)	None

Average Tax Levy (last three years)	#DIV/0!
CPI Adjustment of 0.014	#DIV/0!
Average Tax Levy Adjusted by CPI	#DIV/0!

2019 Total Tax Levy (Less Levy for Other Governmental Units)

Exemption from Election Requirement	#DIV/0!
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Other Tests - Lost Valuation Test

Assessed Valuation Loss

2019 Tax Levy (Less Levy for other Governmental Units)	
2018 Tax Levy (Less Levy for other Governmental Units)	
Change in Levy	0

CPI Adjustment	3,150
2019 Mill Rate (Less Mills for other Governmental Units)	

Loss of Assessed Valuation Multiplied by 2019 Mill Rate	<u>0</u>
Total Adjustment for Loss of Assessed Valuation	3,150

Exemption from Election Requirement	Yes
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City of Riley

2019

Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates

Budgeted Funds for 2018	Ad Valorem Levy Tax Year 2017	Allocation for Proposed Year 2019				
		MVT	RVT	16/20M Veh	Comm Veh	Watercraft
General	213,223	35,955	465	213	858	360
Debt Service	11,787	1,988	26	12	47	20
Library	18,246	3,077	40	18	73	31
TOTAL	243,256	41,020	531	243	978	411

County Treas Motor Vehicle Estimate 41,020

County Treas Recreational Vehicle Estimate 531

County Treas 16/20M Vehicle Estimate 243

County Treas Commercial Vehicle Tax Estimate 978

County Treas Watercraft Tax Estimate 411

Motor Vehicle Factor 0.16863

Recreational Vehicle Factor 0.00218

16/20 Vehicle Factor 0.00100

Commercial Vehicle Factor 0.00402

Watercraft Factor 0.00169

City of Riley

2019

Schedule of Transfers

Expenditure Fund Transferred From:	Receipt Fund Transferred To:	Actual Amount for 2017	Current Amount for 2018	Proposed Amount for 2019	Transfers Authorized by Statute
Water Utility	Water System Maint	6,675	6,675	6,675	K.S.A 12-825d
Project Fund	Bond and Interest	38,930	-	-	Close Fund
Water Utility	Bond and Interest	-	-	11,625	K.S.A 12-825d
	Totals	45,605	6,675	18,300	
	Adjustments*				
	Adjusted Totals	45,605	6,675	18,300	

*Note: Adjustments are required only if the transfer is being made in 2018 and/or 2019 from a non-budgeted fund.

Type of Debt	Date of Issue	Date of Retirement	Interest Rate %	Amount Issued	Beginning Amt Outstanding Jan 1, 2018	Date Due		Amount Due 2018		Amount Due 2019	
						Interest	Principal	Interest	Principal	Interest	Principal
General Obligation:											
GO Series 1998 A	7/1/1998	9/1/2019	4.15	90,000	14,000	3/1 & 9/1	9/1	711	7,000	357	7,000
GO Series 2006 A	1/1/2006	9/1/2026	5.00	162,000	92,000	3/1 & 9/1	9/1	4,186	9,000	3,777	9,000
GO Series 2008 A	7/1/2008	9/1/2028	5.90	250,000	142,000	3/1 & 9/1	9/1	6,581	12,000	6,065	13,000
GO Series 2010 A	9/1/2010	9/1/2031	3.50	613,000	475,000	3/1 & 9/1	9/1	16,625	25,000	15,750	30,000
GO Series 2012 BI	12/16/2012	2/1/2029	0.65	815,000	585,000	3/1 & 9/1	9/1	12,193	45,000	15,750	45,000
GO Series 2015BI	8/15/2015	8/1/2031	2.00	800,000	775,000	2/1 & 8/1	8/1	21,863	45,000	20,963	50,000
Total G.O. Bonds					2,083,000			62,159	143,000	62,662	154,000
Revenue Bonds:											
Total Revenue Bonds					0			0	0	0	0
Other:											
Wastewater KDHE Loan	5/19/2004	3/1/2025	2.77	698,296	306,245	3/1 & 9/1	3/1 & 9/1	8,227	37,275	7,216	38,315
Total Other					306,245			8,227	37,275	7,216	38,315
Total Indebtedness					2,389,245			70,386	180,275	69,878	192,315

CPA Summary

GENERAL ASSUMPTIONS:

The forecasts in this document are based on past trends, current policies and assumptions about future conditions based on reasonable expectations.

In establishing revenue and expenditure assumptions, data from a variety of governmental agencies, industry associations and other sources was reviewed.

Property valuations for the budget year are obtained from the June 15, 2018 County Clerk estimates. Prior year valuations are obtained from values certified by the County Clerk.

REVENUE ASSUMPTIONS:

Overall revenues are expected to increase slightly compared to the prior fiscal year.

Ad Valorem property tax is computed based on the statutorily imposed tax lid. Individual fund tax levies will vary depending on Management's decisions but the overall tax levy is expected to remain relatively flat or increase slightly compared to the current fiscal year.

Motor vehicle, 16/20M vehicle, recreational vehicle and commercial vehicle taxes are budgeted based on estimates obtained from the County Treasurer.

Other revenues are estimated based on historical information and emerging trends.

EXPENDITURES ASSUMPTIONS:

Overall expenditures are expected to be flat or increase slightly compared to the prior fiscal year.

Budgeted expenditures are computed based on a legal maximum budget, i.e. all anticipated available funds are budgeted.

Salary/Wages and Benefits expenditures are expected to increase approximately 2%-3% compared to the prior fiscal year.

Operating expenditures are expected to increase approximately 1%-3% compared to the prior fiscal year.

Capital expenditures are budgeted based on Management's expected future capital needs .

**WORKSHEET FOR STATE GRANT-IN-AID TO PUBLIC LIBRARIES AND
REGIONAL LIBRARY SYSTEMS**

Budgeted Year: 2019

Library found in: City of Riley
Riley County

Two tests are used to determine eligibility for State Library Grant. If the grant is approved, then the municipality's library will be paid the grant on February 15 of each year.

First test:

	Current Year	Proposed Year
	<u>2018</u>	<u>2019</u>
Ad Valorem Tax	\$18,246	\$19,080
Delinquent Tax	\$0	\$0
Motor Vehicle Tax	\$3,000	\$3,077
Recreational Vehicle Tax	\$50	\$40
16/20M Vehicle Tax	\$25	\$18
LAVTR	\$0	\$0
	<u>\$0</u>	<u>\$0</u>
TOTAL TAXES	\$21,321	\$22,215
Difference in Total Taxes:	\$894	
Qualify for grant:	Qualify	

Second test:

Assessed Valuation	\$5,893,727	\$6,162,590
Did Assessed Valuation Decrease?	No	
Levy Rate	3.096	3.096
Difference in Levy Rate:	0.000	
Qualify for grant:	Qualify	

Overall does the municipality qualify for a grant? Qualify

If the municipality would not have qualified for a grant, please see the below narrative for assistance from the State Library.

FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget General	Prior Year Actual for 2017	Current Year Estimate for 2018	Proposed Budget Year for 2019
Unencumbered Cash Balance Jan 1	97,791	105,722	102,785
Receipts:			
Ad Valorem Tax	209,660	213,223	
Delinquent Tax	3,373		
Motor Vehicle Tax	36,717	36,000	35,955
Recreational Vehicle Tax	534	500	463
16/20M Vehicle Tax	459	300	213
Commercial Vehicle Tax	977	900	858
Watercraft Tax	319	300	360
Gross Earning (Intangible) Tax			0
LAVTR			0
City and County Revenue Sharing	1,226	1,800	2,330
Local Alcoholic Liquor			
Compensating Use Tax	23,351	24,000	24,000
Local Sales Tax	139,212	142,000	142,000
Franchise Tax	47,790	48,000	48,000
Licenses	4,448	5,000	5,000
Insurance Proceeds	3,037		
Swimming Pool	14,217	15,000	15,000
Interest on Idle Funds	528	500	500
Neighborhood Revitalization Rebate			0
Miscellaneous	6,260	6,000	
Does miscellaneous exceed 10% of Total R			
Total Receipts	494,110	493,523	274,681
Resources Available:	591,901	599,245	377,466
Expenditures:			
Legal and Professional Fees	15,876	16,000	16,500
Dog Fees	1,805	2,000	2,000
Dues	1,989	2,000	2,500
Electricity	28,381	29,000	32,000
Equipment	549	1,000	1,300
Fees	7,183	7,000	8,000
Fire Department	30,917	31,000	34,000
Fuel	5,608	6,000	6,500
Insurance	76,267	80,000	85,000
Mileage	607	1,000	1,500
Office Supplies	7,095	8,000	8,500
Park Supplies	2,032	2,000	2,500
Payroll Taxes	9,482	10,500	11,500
Personal Services	114,597	125,000	130,000
Propane	4,096	5,000	6,000
Publications	1,715	2,000	3,000
Repairs	8,383	9,000	10,000
Street Expenses	48,543	50,000	50,000
Supplies	13,461	14,000	15,000
Swimming Pool	67,361	68,000	70,000
Telephone	6,218	7,000	8,000
Lease Principal	27,148	12,697	0
Lease Interest	894	263	0
Contractual	3,006	4,000	5,000
Cash Forward (2019 column)			80,252
Miscellaneous	2,966	4,000	5,000
Does miscellaneous exceed 10% of Total B			
Total Expenditures	486,179	496,460	594,252
Unencumbered Cash Balance Dec 31	105,722	102,785	
2017/2018/2019 Budget Authority Amount	607,953	627,213	594,252
	Non-Appropriated Balance		
	Total Expenditure/Non-Appr Balance		594,252
	Tax Required		216,786
Delinquent Comp Rate:	0.0%		0
	Amount of 2018 Ad Valorem Tax		216,786

CPA Summary - No assurance provided. See accompanying significant budget assumptions.

City of Riley

2019

FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget	Prior Year	Current Year	Proposed Budget
Debt Service	Actual for 2017	Estimate for 2018	Year for 2019
Unencumbered Cash Balance Jan 1	107,772	87,535	31,377
Receipts:			
Ad Valorem Tax	11,620	11,787	XXXXXXXXXXXX
Delinquent Tax			
Motor Vehicle Tax			1,988
Recreational Vehicle Tax			26
16/20M Vehicle Tax			12
Commercial Vehicle Tax			47
Watercraft Tax			20
Special Assessments	79,212	80,000	80,000
Transfer from Project Fund	36,930	0	0
Transfer from Water Fund			11,625
Interest on Idle Funds			
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does miscellaneous exceed 10% of Total R			
Total Receipts	129,742	91,787	93,718
Resources Available:	237,514	179,342	125,095
Expenditures:			
Principal	76,000	98,000	109,000
Interest	73,976	49,963	46,911
Cash Basis Reserve (2019 column)			6,162
Miscellaneous	3		
Does miscellaneous exceed 10% of Total E			
Total Expenditures	149,979	147,963	162,073
Unencumbered Cash Balance Dec 31	87,535	31,377	XXXXXXXXXXXX
2017/2018/2019 Budget Authority Amount	233,474	192,240	162,073
Non-Appropriated Balance			
Total Expenditure/Non-Appr Balance			162,073
Tax Required			36,978
Delinquent Comp Rate:	0.0%		0
Amount of 2018 Ad Valorem Tax			36,978

Adopted Budget	Prior Year	Current Year	Proposed Budget
Library	Actual for 2017	Estimate for 2018	Year for 2019
Unencumbered Cash Balance Jan 1	2,453	413	861
Receipts:			
Ad Valorem Tax	17,942	18,246	XXXXXXXXXXXX
Delinquent Tax	390		
Motor Vehicle Tax	2,964	3,000	3,077
Recreational Vehicle Tax	42	50	40
16/20M Vehicle Tax	27	25	18
Commercial Vehicle Tax	81	100	73
Watercraft Tax	27	25	31
State Aid	444	300	300
NCKL			
Interest on Idle Funds			
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does miscellaneous exceed 10% of Total R			
Total Receipts	21,917	21,946	3,739
Resources Available:	24,372	22,361	4,600
Expenditures:			
Personal Services	10,245	10,300	10,300
Payroll Taxes	784	1,000	1,000
Supplies	12,918	10,000	12,180
Fees	10	0	0
Miscellaneous			
Does miscellaneous exceed 10% of Total R			
Total Expenditures	23,957	21,300	23,680
Unencumbered Cash Balance Dec 31	413	861	XXXXXXXXXXXX
2017/2018/2019 Budget Authority Amount	32,833	28,470	23,680
Non-Appropriated Balance			
Total Expenditure/Non-Appr Balance			23,680
Tax Required			19,080
Delinquent Comp Rate:	0.0%		0
Amount of 2018 Ad Valorem Tax			19,080

CPA Summary - No assurance provided. See accompanying significant budget assumptions.

City of Riley

2019

FUND PAGE FOR FUNDS WITH NO TAX LEVY

Adopted Budget Special Highway	Prior Year Actual for 2017	Current Year Estimate for 2018	Proposed Budget Year for 2019
Unencumbered Cash Balance Jan 1	30,383	32,231	45,581
Receipts:			
State of Kansas Gas Tax	26,202	26,260	26,350
County Transfers Gas	2,507	2,590	2,600
Rock & Sand	490	500	500
Interest on Idle Funds			
Miscellaneous			
Does miscellaneous exceed 10% of Total F			
Total Receipts	29,199	29,350	29,450
Resources Available:	59,582	61,581	75,031
Expenditures:			
Street Repair and Maint	9,898	10,500	11,000
Supplies	2,322	2,500	3,000
Rock & Sand	2,345	2,500	3,000
Lease Principal	12,166	0	0
Lease Interest	213	0	0
Capital Outlay			
Cash Forward (2019 column)			57,031
Miscellaneous	407	500	1,000
Does miscellaneous exceed 10% of Total F			
Total Expenditures	27,351	16,000	75,031
Unencumbered Cash Balance Dec 31	32,231	45,581	0
2017/2018/2019 Budget Authority Amount	37,263	65,553	75,031

Adopted Budget Water Utility	Prior Year Actual for 2017	Current Year Estimate for 2018	Proposed Budget Year for 2019
Unencumbered Cash Balance Jan 1	135,903	116,558	79,501
Receipts:			
Charges to Customers	357,071	365,000	375,000
Interest on Idle Funds			
Miscellaneous	7,463		
Does miscellaneous exceed 10% of Total F			
Total Receipts	364,534	365,000	375,000
Resources Available:	500,437	481,558	454,501
Expenditures:			
Payroll	75,433	80,000	82,500
Contractual	50,647	55,000	55,000
Commodities	84,282	85,000	90,000
Trash Service	55,714	56,000	56,000
Bond Principal	45,000	45,000	45,000
Bond Interest	12,710	12,193	15,750
Lease Principal	43,017	51,290	52,825
Lease Interest	9,494	9,899	8,393
Water Protection Fee	907	1,000	1,000
Transfer to Water Sys Maint	6,675	6,675	6,675
Transfer to Bond and Interest			11,625
Cash Forward (2019 column)			29,733
Miscellaneous			
Does miscellaneous exceed 10% of Total F			
Total Expenditures	383,879	402,057	454,501
Unencumbered Cash Balance Dec 31	116,558	79,501	0
2017/2018/2019 Budget Authority Amount	488,238	435,517	454,501

CPA Summary - No assurance provided. See accompanying significant budget assumptions.

NOTICE OF BUDGET HEARING

The governing body of
City of Riley

will meet on August 14, 2018 at 7:00 PM at City Hall for the purpose of hearing and
answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax.
Detailed budget information is available at City Hall and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2019 Expenditures and Amount of Current Year Estimate for 2018 Ad Valorem Tax establish the maximum limits of the 2019 budget.
Estimated Tax Rate is subject to change depending on the final assessed valuation.

FUND	Prior Year Actual for 2017		Current Year Estimate for 2018		Proposed Budget for 2019		
	Expenditures	Actual Tax Rate*	Expenditures	Actual Tax Rate*	Budget Authority for Expenditures	Amount of 2018 Ad Valorem Tax	Estimate Tax Rate*
General	486,179	36.194	496,460	36.178	594,252	216,786	35.178
Debt Service	149,979	2.001	147,965	2.000	162,073	36,978	6.000
Library	23,957	3.097	21,500	3.096	23,680	19,080	3.096
Special Highway	27,351		16,000		75,031		
Water Utility	383,879		402,057		454,501		
Non-Budgeted Funds	43,405						
Totals	1,114,750	41.292	1,083,982	41.274	1,309,537	272,844	44.274
Less: Transfers	45,605		6,675		18,300		
Net Expenditure	1,069,145		1,077,307		1,291,237		
Total Tax Levied	241,801		243,256		xxxxxxxxxxxxxxxx		
Assessed Valuation	5,855,821		5,893,727		6,162,590		

Outstanding Indebtedness,
January 1,

	2016	2017	2018
G.O. Bonds	2,300,000	2,204,000	2,083,000
Revenue Bonds	0	0	0
Other	377,788	342,508	306,245
Lease Purchase Principal	80,948	39,845	63,939
Total	2,758,736	2,586,353	2,453,184

*Tax rates are expressed in mills

Doris J. Fritz

City Official Title: City Clerk